

ANNUAL ACCOUNTS

**YASHO INDUSTRIES
PRIVATE LIMITED**

FOR THE YEAR 2013 - 2014

AUDITORS

M/S JAGDISH B. SHAH & ASSOCIATS

MUMBAI

YASHO INDUSTRIES PVT.LTD.

DIRECTORS' REPORT

To
The Members,

Your Directors are pleased to present to you the Annual Report about the working of your Company along with Statement of Accounts of the Company for the Financial year ended 31st March, 2014.

(1) FINANCIAL HIGHLIGHTS :

The financial results of the Company for the year ended 31st March, 2014 as compared to the previous year are summarised below:-

	2013/2014 Rs in lakhs	2012/2013 Rs in Lakhs
Gross Sales	16627.31	12062.30
Net Profit (before Tax & Depreciation)	43.90	(295.33)
Less: Depreciation	272.94	263.31
Profit before Taxes	(229.04)	(558.65)
Less: Provision for Taxes		
Current Tax	Nil	NIL
Deferred Tax	(91.05)	(180.99)
Profit/(Loss) after Taxes	(137.99)	(377.66)

(2) OPERATIONS :

INDUSTRY/ BUSINESS ENVIRONMENT/ RISKS AND CONCERNS:

Your Company is engaged in manufacturing of specialty & Fine Chemicals for Food, Fragrance, Flavors, Pharmaceuticals, Plastic & Lubricants.

FINANCIAL PERFORMANCE / INTERNAL CONTROL SYSTEM / HUMAN RESOURCES

The company achieved a Sales turnover for year ended 31st March, 2014 of Rs.166.27 Crores compared to Rs. 120.62 Crores of the last year coupled with loss of the year of Rs.137.99 lakhs as against Rs. 377.66 lakhs in the last year.

The company has till date received only Rs 9,77,20,672 against the final claim of Rs 17,08,17,626 for loss of goods due to fire on 13/12/2011. The company has preferred an appeal by way of arbitration proceeding against the Insurance company on 16/04/2014 for Rs7,30,96,954 the amount being short received for loss of goods and we are hopeful of a positive outcome. Awaiting decision on the said matter, we have not expensed the said short receipt as loss by fire in the current year.

Systems for internal control engaged by your company are commensurate with the level of its activities and are periodically evaluated to suitably modify or alter them to suit with changes taking place in business practices. Industrial Relations, through out the financial year ended 31st March, 2014, generally remained cordial. Your company has adopted policies whereby its employees are regularly exposed to new production techniques and or methods, thereby enabling to enhance their skills further.

FUTURE OUTLOOK -

Specialty & fine chemicals being ancillary to core Food and Pharmaceuticals Industries is bound to perform in time to come with signs of increase in global & local sales. Your company is fully geared to take full advantage of benefits arising from the above. Also the Rubber product's performance should enhance the company's overall performance.

(3) DIVIDEND:

In view of the heavy losses, the company does not recommend any dividend.

(4) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS & OUT GO :

The requirement of disclosure of particulars with respect to conservation of Energy is not applicable to the company.

(5) FOREIGN EXCHANGE EARNINGS AND OUTGO :

(a) EXPORT:

There has been increase in total exports during the year ending March, 2014 of Rs 101.60 Crores as against Rs. 71.69 Crores in the previous year ending March, 2013.

(b) TOTAL FOREIGN EXCHANGE USED AND EARNED:

	2013/2014	2012/2013
	Rs	Rs
	-----	-----
Foreign Exchange Used	97,32,58,203	71,99,09,345
Foreign Exchange Earned (FOB)	97,26,68,157	67,63,63,160

(7) RESEARCH AND DEVELOPMENT:

Your Company has incurred Rs.15,89,938/- towards Research and Development Expenditure. Your Directors are very optimistic about the fruits of this research. As a result of constant R & D expenses your company has developed wide range of Specialty Chemicals and Rubber Chemicals.

(8) PARTICULARS OF EMPLOYEES :

There was no employee employed throughout the financial year who was in receipt of remuneration in excess of that specified in the Companies Act and therefore no particulars are given under Section 217 (2A) of the Companies Act, 1956.

(9) AUDITORS :

M/s Jagdish B. Shah & Associates, Chartered Accountants, Mumbai, retire as Auditors of the Company at the conclusion of the ensuing Annual General Meeting of the Company and have given their consent for re-appointment.

(10) DEPOSIT :

The Company has not accepted any deposits from public U/S. 58A of the Companies Act 1956.

(11) DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to sub-section (2AA) of section 217 of the Companies Act, 1956 and on the basis of explanation and compliance certificate given by executive of the Company and subject to disclosures in the Annual Accounts and also on the basis of discussions with the Statutory Auditors of the Company from time to time, we state as under:

- (i) that in the preparation of the Annual Accounts, the applicable accounting standards had been followed;
- (ii) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the company for that period;
- (iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) that the Directors had prepared the annual accounts on a going concern basis.

(12) INTERNAL AUDITORS:

With a view to strengthen the Internal Control System and subject to Statutory Provisions, the management has appointed Internal Auditors who carry out their audit on a quarterly basis.

(13) SECRETARIAL COMPLIANCE CERTIFICATE:

The Compliance certificate received in accordance with the provisions of Section 383A(1)(a) read with the Companies (Compliance Certificate) Rules, 2001 being annexed to the Directors Report. The said compliance certificate is self explanatory and needs no comments.

(14) ACKNOWLEDGMENT:

The Directors would like to place on record their appreciation for co-operation and support of Members, Customers, Suppliers, Bankers and for Staff Members, Officers and Consultants.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

**SHRI PARAG V. JHAVERI
(MANAGING DIRECTOR)**

PLACE : MUMBAI
DATE : 13/07/2014

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
YASHO INDUSTRIES PVT. LTD.

Report on the Financial Statements

We have audited the accompanying financial statements of **Yasho Industries Pvt. Ltd.**, which comprises the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss Account and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 (the Act) read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner




so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the Statement of Profit & Loss Account, of the loss for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 (the Order) issued by the Central Government of India in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
 - c. The Balance Sheet and, the Statement of Profit & Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the Balance Sheet, the Statement of Profit & Loss and the Cash Flow Statement comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
 - e. on the basis of written representations received from the directors as on March 31, 2014, taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2014, from being appointed as a director in terms of Section 274(1)(g) of the Act.

For and on behalf of
JAGDISH B SHAH & ASSOCIATES
Chartered Accountant
Firm Registration No. 128216W


Jagdish B Shah
Partner
Membership No. 6415
Place: Mumbai
Date: 18/07/2014



Annexure to the Auditor's Report of even date

To the Members,

YASHO INDUSTRIES PRIVATE LIMITED

- 1 (a) The Company has maintained proper records showing full particulars, including quantitative details and the situation of its fixed assets.
 - (b) A major portion of fixed assets have been physically verified by the management during the year. In our opinion, the frequency of verification of the fixed assets by the management is reasonable having regard to the size of the Company and the nature of its assets & no serious discrepancies have been noticed on such verification.
 - (d) The Company has not disposed of fixed assets having, affect on going concern.
- 2 (a) The inventory have been physically verified by the management at reasonable intervals.
 - (b) In our opinion and according to the information and explanations given to us, the procedures for physical verification of inventory followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion, the Company has maintained proper records of inventory. The discrepancies between the physical stocks and the book stocks were not material.
- 3 (a) During the year, the Company has not granted any loans to parties listed in the register maintained under Section 301 of the Companies Act, 1956;
 - (b) i) It has taken loans from 34 parties listed in the register maintained u/s 301. The outstanding balance as at the year-end of such loans was **Rs.38,25,39,761/-**.
 - ii) In our opinion, the rate of interest and other terms on which the said loan have been taken are not, prima facie, prejudicial to the interest of the company.
 - (c) The Company was regular in payment of principal amount as per the terms of the said loan.
 - (d) None of the above loans were overdue.
4. In our opinion and according to the information and explanations provided to us, there are adequate Internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and for sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal controls.



- 5.(a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, the Company has not entered into transaction which need to be entered into the register maintained under Section 301.
- (b) On the basis of the information made available to us, the transactions made in pursuance of such arrangements have been at prices which are reasonable having regard to the prevailing market prices at the relevant time
6. The Company has not accepted any deposits from the public.
7. The company has a system of internal audit which, in our opinion, is commensurate with its size and the nature of its business.
8. As per the information given to us, cost records have been prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956 are being maintained by the Company.
9. (a) According to the records, information and explanations provided to us, the Company is generally regular in depositing with appropriate authorities undisputed amount of income-tax, sales tax, customs duty, service tax, cess and other statutory dues applicable to it and no undisputed amounts payable were outstanding as at 31st March, 2014 for a period of more than six months from the date they become payable.
- (b) There is no disputed dues in respect of Income tax, sales tax, wealth tax, excise duty, custom duty and cess which has not been deposited. The following are the particulars of Service tax dues not deposited under protest by the company on account of disputes given below,

Nature of Statute	Nature of Dues	Amount Involved (Rs.)	Period to which the Amount relates	Forum where dispute is pending
The Finance Act 2013, and the Service Tax Rules	Wrong availment of Cenvat Credit of Service Tax paid on bill raised by companies for treating waste & effluent outside the factory.	Rs 83,436	Dec-12 to Dec-13	JRO/JAC to examine.
The Finance Act 2013, and the Service Tax Rules	Non-payment of Service tax payable under reverse charge on Director's remuneration	Yet to ascertain	Dec-12 to Dec-13	JRO/JAC to examine.



10. The Company has accumulated losses at the end of the financial year and it has not incurred cash loss during the year. However cash loss was incurred in the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions and banks.
12. Based on our audit procedures and on the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. On the basis of the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
14. In our opinion and on the basis of the explanations made available to us, the company has used the funds of the term loan for the purpose for which it was raised.
15. On the basis of our examination of the books of accounts and the information and explanation given to us, in our opinion , the funds raised on short term basis have not been used for long-term investment and vice-versa.
16. According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties covered in the Register maintained under Section 301 of the Act.
17. The Company did not have outstanding debentures during the year.
18. The Company did not raise any money by public issues during the year.
19. Based on our audit procedures performed and information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of audit.
20. Clause No. 4(xiii) and 4(xiv) are not applicable to the company.

PLACE: MUMBAI
DATE : 18/07/2014



For Jagdish B. Shah & Associates
Chartered Accountants


Jagdish B Shah
Partner

Membership No: 6415
Firm Registration No.: 109648S

PART I - BALANCE SHEET
YASHO INDUSTRIES PVT. LTD.
BALANCE SHEET AS AT 31 MARCH, 2014

(Rupees In Lacs)

PARTICULARS	NOTE NO.	Figures for the current reporting period		Figures for the previous reporting period	
I. EQUITY AND LIABILITIES					
1 SHAREHOLDERS FUNDS					
(a) SHARE CAPITAL	1	500.00		500.00	
(b) RESERVES & SURPLUS	2	86.09	586.09	224.08	724.08
2 NON CURRENT LIABILITIES					
(a) LONG TERM BORROWINGS	3	10,467.26		9,060.79	
(b) DEFERRED TAX LIABILITIES (NET)		319.25	10,786.51	410.30	9,471.09
3 CURRENT LIABILITIES					
(a) SHORT TERM BORROWINGS	4	995.29		611.17	
(b) TRADE PAYABLES	5	3,154.02		3,503.68	
(c) OTHER CURRENT LIABILITIES		0.00		0.00	
(d) SHORT TERM PROVISIONS	6	148.97	4,298.28	139.32	4,254.17
TOTAL			15,670.88		14,449.34
II. ASSETS					
1 NON CURRENT ASSETS					
(a) FIXED ASSETS					
i TANGIBLE ASSETS	7	5,964.29		5,821.25	
ii CAPITAL WORK IN PROGRESS		6.70	5,970.99	0.00	5,821.25
(b) NON CURRENT INVESTMENTS	8		13.61		13.67
(c) LONG TERM LOANS AND ADVANCES	9		86.38		87.24
2 CURRENT ASSETS					
(a) INVENTORIES	10	4,778.22		3,782.35	
(b) TRADE RECEIVABLES	11	2,305.28		1,368.57	
(c) CASH AND CASH EQUIVALENTS	12	397.55		366.59	
(d) SHORT TERM LOANS AND ADVANCES	13	2,118.85	9,599.90	3,009.67	8,527.18
TOTAL			15,670.88		14,449.34

NOTES TO THE FINANCIAL STATEMENTS

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THE NOTES REFERRED TO ABOVE FORM AN INTEGRAL PART OF THE BALANCE SHEET
THIS IS THE BALANCE SHEET REFERRED TO IN OUR REPORT OF EVEN DATE

For JAGDISH B. SHAH & ASSOCIATES.

FOR AND ON BEHALF OF THE BOARD


J.B. SHAH
(PARTNER)




(DIRECTOR)


(DIRECTOR)

MEMBERSHIP NO. : 6415
FIRM REGISTRATION NO. : 109648S

PLACE : MUMBAI
DATE : 18/07/2014

PART II - STATEMENT OF PROFIT AND LOSS

YASHO INDUSTRIES PVT. LTD.

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2014

(Rupees In Lacs)

PARTICULARS	NOTE NO.		Figures for the current reporting period		Figures for the previous reporting period
I. REVENUE FROM OPERATIONS			16,627.31		12,062.30
II. OTHER INCOME	14		72.45		727.55
III. TOTAL REVENUE (I+II)			16,699.75		12,789.85
IV. EXPENDITURE					
COST OF MATERIALS CONSUMED	15		11,531.14		9,522.20
CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK IN TRADE	16		-746.15		-850.31
EMPLOYEE BENEFIT EXPENSE	17		683.24		527.78
FINANCE COSTS	18		1,303.63		1,140.84
DEPRECIATION	7		272.94		263.31
OTHER EXPENSES	19		3,884.01		2,744.68
TOTAL EXPENDITURE			16,928.80		13,348.49
V. PROFIT BEFORE TAX			(229.04)		(558.65)
VII LESS PROVISION FOR TAX					
1. CURRENT TAX			0.00		0.00
2. DEFERRED TAX			-91.05	(91.05)	-180.99
NET PROFIT/(LOSS) AFTER TAX			(137.99)		(377.66)

BASIC EARNINGS PER SHARE

N.A.

N.A.

NOTES TO THE FINANCIAL STATEMENTS

20

THE NOTES REFERRED TO ABOVE FORM AN INTEGRAL PART OF THE PROFIT & LOSS ACCOUNT
THIS IS THE PROFIT & LOSS ACCOUNT REFERRED TO IN OUR REPORT OF EVEN DATE

For JAGDISH B. SHAH & ASSOCIATES.

FOR AND ON BEHALF OF THE BOARD

J.B. SHAH
(PARTNER)

MEMBERSHIP NO. : 6415
FIRM REGISTRATION NO. : 109648S



[Signature]
(DIRECTOR)

[Signature]
(DIRECTOR)

PLACE : MUMBAI
DATE : 18/07/2014

YASHO INDUSTRIES PVT. LTD

CASH FLOW STATEMENT FOR THE PERIOD 01.04.2013 TO 31.03.2014

(Rs in lakhs)

<u>PARTICULARS</u>	<u>31.03.2014</u> <u>AMOUNT</u>	<u>31.03.2014</u> <u>AMOUNT</u>	<u>31.03.2013</u> <u>AMOUNT</u>	<u>31.03.2013</u> <u>AMOUNT</u>
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before tax as per Profit & Loss Account	(229.04)		(557.52)	
ADJUSTMENTS FOR :				
Add : Depreciation and Amortisation	272.94		263.31	
Add : Interest on Loans	1,206.19		1,062.14	
Add: Loss on Sale of Asset	-		0.81	
Less : Interest Income	(5.36)		(5.92)	
Less : Dividend Income	-		(0.05)	
OPERATING PROFIT BEFORE WORKING CAPITAL CHAN	1,244.72		762.77	
Increase/(Decrease) in Trade Payables	(349.66)		1,765.57	
Increase/(Decrease) in Short Term Provision	9.65		40.98	
Increase/(Decrease) in Other Current Liabilities	-		(15.00)	
(Increase)/Decrease in Inventories	(995.87)		(1,157.28)	
(Increase)/Decrease in Trade Receivables	(936.71)		505.44	
(Increase)/Decrease in Short term Loans & Advances	890.82		(1,489.05)	
CASH GENERATED FROM OPERATIONS	(137.04)		413.43	
Less : Taxes Paid	-		(24.31)	
Less : Taxes Paid Earlier years	-		-	
Add : Income Tax Refund Received	-		-	
NET CASH FROM OPERATING ACTIVITIES		(137.04)		389.12
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(513.40)		(3,547.93)	
Dividend Received	-		0.05	
NSC Matured	0.06		-	
Proceeds from Sale of Fixed Assets	90.72		2,833.53	
Interest Income	5.36		5.92	
NET CASH FROM INVESTING ACTIVITIES		(417.25)		(708.44)
CASH FLOWS FROM FINANCING ACTIVITIES				
Short Term Borrowings Taken During the Year	384.12		3.49	
Secured Loans Taken/Repaid	907.21		956.45	
Unsecured Loans taken during the year	499.25		538.79	
Loans given/received back during the year	0.86		(11.19)	
Interest paid	(1,206.19)		(1,062.14)	
Dividend & Dividend Distribution Tax paid	-		(5.81)	
NET CASH FROM FINANCING ACTIVITIES		585.26		419.60
NET INCREASE IN CASH & CASH EQUIVALENTS		30.96		100.28
ADD : CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		366.59		266.30
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR		397.55		366.59

For JAGDISH B. SHAH & ASSOCIATES

FOR AND ON BEHALF OF THE BOARD

J. B. SHAH
(PARTNER)



[Signature]
(DIRECTOR)

[Signature]
(DIRECTOR)

MEMBERSHIP NO. : 6415
FIRM REGISTRATION NO. : 1096488

PLACE : MUMBAI
DATE : 18/07/2014

NOTES TO FINANCIAL STATEMENTS

(Rupees In Lacs)

NOTE NO - 1

SHARE CAPITAL

AUTHORISED :	31.03.2014	31.03.2013
10,00,00,000 EQUITY SHARES OF RS. 1/- EACH	1,000.00	1,000.00
	1,000.00	1,000.00
ISSUED, SUBSCRIBED & PAID UP		
5,00,00,000 EQUITY SHARES OF RS. 1/- EACH FULLY PAID UP	500.00	500.00
TOTAL	500.00	500.00

Details of Shareholders holding more than 5% in the Company

	31.03.2014		31.03.2013	
	No. of Shares	% Holding	No. of Shares	% Holding
VINOD JHAVERI	1,74,91,610.00	34.98	1,74,91,210.00	34.98
PARAG JHAVERI	37,00,000.00	7.40	37,00,000.00	7.40
JIGNA JHAVERI	33,50,000.00	6.70	33,50,000.00	6.70
NIRANJANA JHAVERI	28,00,000.00	5.60	28,00,000.00	5.60
YAYESH JHAVERI	43,00,000.00	8.60	43,00,000.00	8.60
NILESH JHAVERI	33,50,000.00	6.70	33,50,000.00	6.70
NEHA JHAVERI	31,50,000.00	6.30	31,50,000.00	6.30



For YASHO INDUSTRIES PVT. LTD.

[Signature]
DIRECTOR

NOTE NO - 2

(Rupees In Lacs)

RESERVE & SURPLUS

CAPITAL RESERVE	A	8.88	8.88
GENERAL RESERVE			
Opening Bal		114.70	114.70
	B	114.70	114.70
SURPLUS			
Opening Bal		100.50	478.16
Additions: Profits made during the year		(137.99)	(377.66)
	C	(37.49)	100.50
TOTAL (A+B+C)		86.09	224.08

NOTE: THE CAPITAL RESERVE RELATES TO THE SUBSIDY RECEIVED BY THE COMPANY FROM THE OFFICE OF THE DISTRICT INDUSTRIES CENTRE UNDER THE STATE GOVERNMENT SCHEME FOR SELECTED BACKWARD AREA AND GROWTH CENTRES IN THE DISTRICT OF GUJARAT

NOTE NO - 3**LONG TERM BORROWINGS****SECURED LOANS**

MOTOR CAR LOANS		21.71	50.29
TERM LOANS		2,240.09	1,415.43
CORPORATE LOANS		342.11	1,676.73
FOREIGN CURRENCY LOANS		1,214.97	1,311.38
BANK OVERDRAFT		3,490.16	1,948.01
	A	7,309.05	6,401.83

NOTES

1. CASH CREDIT ACCOUNT, TERM LOANS AND FBP A/C. FACILITY AVAIL FROM THE SARASWAT CO-OPERATIVE BANK LTD ARE SECURED BY COMPOSITE HYPOTHECATION OF STOCK BOOK DEBTS, MOVABLE MACHINERY AND OTHER MOVABLES ALONG WITH PERSONAL GURANTEE OF THE DIRECTORS AND AN EQUITABLE MORTGAGE ON SPECIFIED IMMOVABLE PROPERTIES

2. MOTOR CAR LOANS SECURED AGAINST THE RESPECTIVE MOTOR CAR PURCHASED

3. THE SARASWAT CO-OP BANK LTD F.B.P. REPRESENTS EXPORT BILLS DISCOUNTED WITH THE RESPECTIVE BANK

UNSECURED LOANS

FROM DIRECTORS		2,639.51	2,139.41
FROM N. B. F.C		-	25.00
FROM SHARE HOLDERS		518.70	494.55
	B	3,158.21	2,658.96
TOTAL (A + B)		10,467.26	9,060.79



For YASHO INDUSTRIES PVT. LTD.

[Signature]
DIRECTOR

NOTES TO FINANCIAL STATEMENTS

(Rupees In Lacs)

NOTE NO - 4

31.03.2014

31.03.2013

SHORT TERM BORROWINGS

BUYERS CREDIT

995.29

611.17

TOTAL

995.29

611.17

1. CASH CREDIT ACCOUNT, TERM LOANS AND FBP A/C. FACILITY AVAIL FROM THE SARASWAT CO-OPERATIVE BANK LTD ARE SECURED BY COMPOSITE HYPOTHECATION OF STOCK BOOK DEBTS, MOVABLE MACHINERY AND OTHER MOVABLES ALONG WITH PERSONAL GURANTEE OF THE DIRECTORS AND AN EQUITABLE MORTGAGE ON SPECIFIED IMMOVABLE PROPERTIES

NOTE NO - 5

TRADE PAYABLES

FOR GOODS

SMALL SCALE INDUSTRIAL 0.00

UNDERTAKINGS

OTHERS 2126.35 2,126.35 1,983.61

FOR EXPENSES

SMALL SCALE INDUSTRIAL 0.00

UNDERTAKINGS

OTHERS 1027.67 1,027.67 1,520.07

TOTAL

3,154.02

3,503.68

NOTE NO - 6

SHORT TERM PROVISIONS

FOR GOVERNMENT DUES

64.82

63.82

FOR STAFF DUES

84.15

75.50

TOTAL

148.97

139.32



For YASHO INDUSTRIES PVT. LTD.

[Signature]

[Signature]

DIRECTOR

YASHO INDUSTRIES PRIVATE LIMITED UNIT I & II

NOTE NO 8 (I)

CONSOLIDATED FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	AS AT 01-04-2013	ADDITIONS DURING THE YEAR	DEDUCTIONS DURING THE YEAR	AS AT 31-03-2014	ACCUMULATED DURING THE UP TO 31/3/13 YEAR	DEDUCTIONS YEAR	UP TO 31-03-2014	AS ON 31-03-2013	AS ON 31-03-2014
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
FACTORY PLOT	143.19	0.00	0.00	143.19	0.00	0.00	0.00	143.19	143.19
FACTORY BUILDING	1837.79	16.94	37.04	1817.69	290.23	56.50	346.73	1547.56	1470.96
PLANT & MACHINERY	4940.37	481.15	58.44	5363.08	919.15	199.14	1113.53	4021.22	4249.56
FURNITURE & FIXT.	52.47	3.15	0.00	55.61	21.46	3.09	24.55	31.00	31.06
VECHILES	81.66	0.00	0.00	81.66	29.53	6.61	36.14	52.13	45.52
COMPUTER	44.13	12.15	0.00	56.29	18.97	6.83	25.80	25.16	30.48
CC TV & CAMARA	2.34	0.00	0.00	2.34	1.34	0.78	2.11	1.00	0.22
TOTAL	7101.94	513.40	95.48	7519.85	1280.69	272.94	1548.86	5821.25	5970.99
PREVIOUS YEAR	6415.15	3547.93	2861.15	7101.94	1044.18	263.31	1280.69	5370.97	5821.25

For YASHO INDUSTRIES PVT. LTD.

(Signature)

DIRECTOR



YASHO INDUSTRIES PRIVATE LIMITED UNIT - I
NOTE NO. 8 (II)

CONSOLIDATED FIXED ASSETS

	YEAR (1)	YEAR (2)	YEAR (3)	YEAR (4)	31/3/13 (5)	(6)	(7)	(8)	(9)	(10)
FACTORY PLOT	12.08	0.00	0.00	12.08	0.00	0.00	0.00	0.00	12.08	12.08
FACTORY BUILDING	864.21	16.94	37.04	844.12	194.35	23.98	0.00	218.33	669.87	625.79
PLANT & MACHINERY	2991.31	405.93	58.44	3338.80	648.94	104.91	4.76	749.08	2342.38	2589.72
FURNITURE & FIXT.	51.00	0.89	0.00	51.89	21.15	3.00	0.00	24.15	29.85	27.74
VECHILES	81.60	0.00	0.00	81.60	29.51	6.60	0.00	36.11	52.09	45.49
COMPUTER	40.58	12.15	0.00	52.74	17.25	6.26	0.00	23.50	23.34	29.23
CC TV & CAMARA	2.34	0.00	0.00	2.34	1.34	0.78	0.00	2.11	1.00	0.22
TOTAL	4043.13	435.91	95.48	4383.55	912.53	145.52	4.76	1053.29	3130.60	3330.26



For YASHO INDUSTRIES PVT. LTD.

Shrinik

MD

DIRECTOR

YASHO INDUSTRIES PRIVATE LIMITED (UNIT I)

NOTE NO.8 (III)

(Rs. In Lakhs)

FIXED ASSETS (AS PER WDV METHOD)

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	AS AT RATE 01-04-2013 (1)	ADDITIONS DURING THE YEAR (2)	DEDUCTIONS DURING THE YEAR (3)	AS AT 31-03-2014 (4)	ACCUMULATED DURING THE YEAR UP TO 31/3/13 (5)	DEDUCTIONS DURING THE YEAR (6)	UP TO 31-03-2014 (8)	AS ON 31-03-2013 (9)	AS ON 31-03-2014 (10)
FACTORY PLOT	12.08	0.00	0.00	12.08	0.00	0.00	0.00	12.08	12.08
FACTORY BUILDING	101.26	0.00	0.00	101.26	77.23	2.40	79.63	24.03	21.63
PLANT & MACHINERY	198.88	0.00	0.00	198.88	169.50	4.10	173.60	29.38	25.28
FURNITURE & FIXT.	9.60	0.00	0.00	9.60	8.69	0.16	8.86	0.91	0.74
VECHILES	13.42	0.00	0.00	13.42	12.94	0.13	13.06	0.48	0.36
COMPUTER	4.50	0.00	0.00	4.50	4.49	0.01	4.49	0.01	0.01
CC TV & CAM.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	339.74	0.00	0.00	339.74	272.84	6.80	279.64	66.90	60.09

For YASHO INDUSTRIES PVT. LTD.

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DIRECTOR



YASHO INDUSTRIES PRIVATE LIMITED UNIT I

NOTE NO 8 (IV)

(Rs. In Lakhs)

FIXED ASSETS (AS PER SLM METHOD)

PARTICULARS	RATE	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		AS AT 01-04-2013 (1)	ADDITIONS DURING THE YEAR (2)	DEDUCTIONS DURING THE YEAR (3)	AS AT 31-03-2014 (4)	ACCUMULATED DURING THE UP TO 31/3/13 YEAR (5)	DEDUCTIONS DURING THE YEAR (6)	UP TO 31-03-2014 (8)	AS ON 31-03-2013 (9)	AS ON 31-03-2014 (10)
FACTORY PLOT		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FACTORY BUILDING	3.34	762.96	16.94	37.04	742.86	117.12	21.58	138.70	645.84	604.16
PLANT & MACHINERY	4.75	2792.43	405.93	58.44	3139.92	479.44	100.80	575.48	2313.00	2564.44
FURNITURE & FIXT.	6.33	41.40	0.89	0.00	42.29	12.46	2.83	15.29	28.94	26.99
VECHILES	9.50	68.18	0.00	0.00	68.18	16.57	6.48	23.05	51.60	45.13
COMPUTER	16.21	36.08	12.15	0.00	48.24	12.76	6.25	19.01	23.32	29.23
CC TV & CAMARA	33.00	2.34	0.00	0.00	2.34	1.34	0.78	2.11	1.00	0.22
TOTAL		3703.39	435.91	95.48	4043.82	639.69	138.72	773.65	3063.70	3270.17

For YASHO INDUSTRIES PVT. LTD.

Shinde
DIRECTOR



YASHO INDUSTRIES PRIVATE LIMITED UNIT - II

NOTE NO.8(V)

(Rs. In Lakhs)

FIXED ASSETS (AS PER SLM METHOD)

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	AS AT 01-04-2013	ADDITIONS DURING THE YEAR	DEDUCTIONS DURING THE YEAR	AS AT 31-03-2014	ACCUMULATED UP TO 31/3/13	DEDUCTIONS DURING THE YEAR	UP TO 31-03-2014	AS ON 31-03-2013	AS ON 31-03-2014
	(1)	(2)	(3)	(4)	(5)	(6)	(8)	(9)	(10)
FACTORY PLOT	131.11	0.00	0.00	131.11	0.00	0.00	0.00	131.11	131.11
FACTORY BUILDING	973.57	0.00	0.00	973.57	95.88	32.52	128.40	877.69	845.17
PLANT & MACHINERY	1949.06	75.23	0.00	2024.28	270.22	94.23	364.44	1678.84	1659.84
FURNITURE & FIXT.	1.47	2.26	0.00	3.73	0.31	0.09	0.41	1.15	3.32
VECHILES	0.06	0.00	0.00	0.06	0.02	0.01	0.02	0.04	0.03
COMPUTER	16.21	0.00	0.00	3.55	1.73	0.57	2.30	1.82	1.25
CC TV & CAMARA	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	3058.81	77.49	0.00	3136.30	368.16	127.41	495.57	2690.65	2640.73

For YASHO INDUSTRIES PVT. LTD.

(Signature)

DIRECTOR



NOTES TO FINANCIAL STATEMENTS

(Rupees In Lacs)

NOTE NO - 8

NON CURRENT INVESTMENTS	31.03.2014	31.03.2013
	-----	-----
(AT COST)		
(LONG TERM, UNLESS OTHERWISE STATED)		
IN GOVERNMENT SECURITIES		
UNQUOTED		
NATIONAL SAVINGS CERTIFICATE	-	0.06
MERACOL CORPORATION LTD	13.36	13.36
THE SARASWAT CO-OP BANK LTD	0.25	0.25
	-----	-----
TOTAL	13.61	13.67
	=====	=====

NOTE NO - 9

LONG TERM LOANS AND ADVANCES	31.03.2014	31.03.2013
	-----	-----
SECURITY DEPOSITS	74.50	72.74
ADVANCES TO EMPLOYEES	11.88	14.50
	-----	-----
TOTAL	86.38	87.24
	=====	=====

NOTE NO - 10

INVENTORIES	31.03.2014	31.03.2013
	-----	-----
INVENTORIES		
(AS VALUED AND CERTIFIED		
BY THE MANAGEMENT)		
STORES & SPARES	15.75	30.92
RAW MATERIAL (INCLUDES IN TRANSIT RS.)	1,988.75	1,739.03
SEMI-FINISHED GOODS	1,248.87	703.84
FINISHED GOODS	1,524.85	1,308.56
	-----	-----
TOTAL	4,778.22	3,782.35
	=====	=====

NOTE NO - 11

TRADE RECEIVABLES		
(UNSECURED, CONSIDERED GOODS		
UNLESS OTHERWISE STATED)		
OUTSTANDING FOR OVER SIX MONTHS	30.97	32.12
OTHERS	2,274.31	1,336.45
	-----	-----
TOTAL	2,305.28	1,368.57
	=====	=====



For **YASHO INDUSTRIES PVT. LTD.**

[Signature]
DIRECTOR

NOTE NO - 12

(Rupees In Lacs)

CASH AND CASH EQUIVALENTS

ON HAND	2.60	6.36
WITH SCHEDULED BANKS IN CURRENT ACCOUNTS	394.95	360.22
TOTAL	397.55	366.59

NOTES TO FINANCIAL STATEMENTS

NOTE NO - 13

SHORT TERM LOANS AND ADVANCES

(UNSECURED, CONSIDERED GOOD UNLESS OTHERWISE STATED)		
ADVANCE TO STAFF MEMBERS	-	-
CURRENT TAX	35.47	31.18
SECURITY DEPOSIT	6.50	6.50
ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED	2,076.88	2,972.00
TOTAL	2,118.85	3,009.67

NOTES TO FINANCIAL STATEMENTS

(Rupees In Lacs)

NOTE NO - 14

OTHER INCOME

FOREIGN EXCHANGE GAIN	-	2.37
INTEREST ON G.E.B.DEPOSIT	5.36	5.92
DIVIDEND	-	0.05
DUTY DRAWBACK	17.83	23.77
INSURANCE CLAIM RECEIVABLE (LOP)	-	677.01
DFRC LICENCE	49.26	18.43
TOTAL	72.45	727.55

NOTE NO - 15

COST OF RAW MATERIAL CONSUMED

OPENING STOCK	1,739.03	1,432.06
PURCHASE	11,780.86	9,829.17
	13,519.89	11,261.23
LESS CLOSING STOCK	1,988.75	1,739.03
TOTAL	11,531.14	9,522.20



For YASHO INDUSTRIES PVT. LTD.

[Signature]

DIRECTOR

NOTE NO - 16

(Rupees In Lacs)

CHANGES IN INVENTORIES OF FINISHED GOODS, AND STOCK IN TRADE

OPENING STOCK

SEMI FINISHED GOODS	703.84	342.40
FINISHED GOODS	1308.56	838.06
OTHER SPARES	30.92	12.55
	<u>2,043.32</u>	<u>1,193.01</u>

CLOSING STOCK

SEMI FINISHED GOODS	1248.87	703.84
FINISHED GOODS	1524.85	1308.56
OTHER SPARES	15.75	30.92
	<u>2,789.47</u>	<u>2,043.32</u>
TOTAL	<u>746.15</u>	<u>850.31</u>

NOTES TO FINANCIAL STATEMENTS

NOTE NO - 17

EMPLOYEE BENEFITS COST

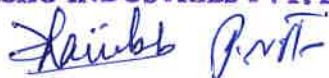
BONUS	46.20	42.91
CONVEYANCE ALLOWANCE A/C.	37.92	29.67
E.S.I.C.	12.63	11.08
HOUSE RENT ALLOWANCE	43.31	34.27
PRODUCTION INCENTIVE	9.57	4.23
PROVIDENT FUND A/C.	16.94	16.07
PROFESSIONAL TAX	0.00	0.03
SALARY	418.09	311.80
STAFF ALLOWANCE	40.33	30.55
STAFF REWARD EXP.	3.44	6.00
STAFF WELFARE	12.04	8.94
STAFF WELFARE EXP (MEDICINE)	2.71	0.42
WASHING ALLOWANCE A/C.	40.05	31.82
	<u>683.24</u>	<u>527.78</u>
TOTAL	<u>683.24</u>	<u>527.78</u>

NOTE NO - 18

FINANCE COSTS

BANK CHARGES	95.39	76.10
BANK INTEREST	878.99	777.96
INTEREST	321.25	274.05
BROKERAGE	2.05	2.60
INTEREST ON CAR LOAN	5.95	10.12
	<u>1,303.63</u>	<u>1,140.84</u>

For YASHO INDUSTRIES PVT. LTD.



DIRECTOR



TOTAL

1,303.63

1,140.84

OTHER EXPENSES	31.03.2014	31.03.2013
FOREIGN EXCHANGE LOSS	337.06	-
CARRIAGE INWARD *	87.57	73.56
CONSUMABLE STORES *	52.54	50.03
ELECTRIC CHARGES *	407.10	277.52
ELECTRIC REPAIRING *	22.20	20.53
EXCISE	126.52	103.77
FACTORY BUILDING (REP)	32.74	2.64
FUEL CHARGES	891.22	508.58
FACTORY OFFICE EXPENSES	4.88	6.86
FIRE ACCIDENT EXP	2.75	2.14
FURNITURE REPAIRING	1.28	1.70
GIDC DRAINAGECESS	2.31	3.27
GIDC EXP.	5.53	3.95
GPCB EXP	-	2.25
GUJARAT LABOUR WELFARE FUND	0.03	0.05
HOTEL EXPENSES	6.22	4.82
IMPORT EXPENSES	150.53	120.28
JOB WORK	300.39	405.57
LICENSE FEES	0.21	0.11
MACHINERY REPAIRING	129.02	73.51
MISCELLANEOUS EXPENSES	2.55	0.86
MACHINERY REP. & REPLACEMENT	3.50	1.69
MAHARASTRA LABOUR WELFARE FUND	0.04	0.03
OCTROI	0.97	1.54
PACKING EXPENSES	251.32	176.28
POLLUTION TREATMENT A/C.	24.67	13.81
REPAIRING & MAINTANCE	16.76	6.45
RES. & DEVELOPMENT	15.90	15.70
SECURITY EXP	26.21	35.16
TESTING FEES	3.82	2.66
WATER CHARGES	23.23	21.66
BOMBAY OFFICE EXP.	3.36	3.53
CLUB EXP	0.32	0.16
COMPUTER EXP.	3.31	4.86
CONVEYANCE EXP.	7.31	6.73
COURIER CHARGES	7.48	8.23
DIRECTORS MEDICAL EXP.	0.45	0.60
DIRECTORS REMUNARATION	195.00	195.00
DIRECTORS SITTING FEES	-	0.30
DIRECTOR PERQUISITES	7.21	7.47
DONATION	0.05	-
E.C.G.C. EXP	24.55	17.13
GARDEN MAINTAINANCE	-	0.01
IMP & EXP. ADV. LICENCE	15.04	7.28
INSURANCE	115.51	62.48
LEGAL EXPENSES	3.67	1.41
MOTOR CAR EXPENSES	11.09	8.99
MOTOR CAR REPAIRING	2.12	3.88
OFFICE RENT	17.76	17.76
POSTAGE	0.07	0.09
PRINTING & STATIONERY	12.43	10.98
PROFESSIONAL CHARGES	33.81	25.53
RENT A/C.	12.31	1.20
ROC FILING FEES	0.14	3.66
SCOOTER REPAIRING	0.04	0.26
SCOOTER EXPENSES	0.21	1.69



For YASHO INDUSTRIES PVT. LTD.

Haikar P. N. S.

DIRECTOR

SOCIETY MAINTANANCE	0.45	0.45
ADVERTISEMENT	1.32	1.42
CARRIAGE OUTWARD	230.89	207.14
COMMISSION	113.04	84.25
CERTIFICATE EXP	9.34	2.57
EXIBITION EXPENSES	1.93	14.26
EXPORT EXPENSES	37.02	18.95
FOREIGN TOUR EXP.	19.39	22.64
ISO:9001:2000 EXP.	4.09	0.36
KASAR A/C.	12.75	18.32
MEMBERSHIP & SUBSCRIPTION	1.93	2.11
PERIODICALS & MAGAZINES	0.26	2.57
SALES PROMOTION	11.12	16.54
SALES TAX	12.36	0.22
SEMINAR EXPENSES	0.75	0.32
TELEPHONE EXPENSES	11.78	12.29
TENDER FEES	0.04	0.03
TRAVELLING EXPENSES (FARE)	9.74	9.62
TRAVELLING EXPENSES (L/B)	3.44	3.60
INTEREST ON TDS	0.02	-
LOSS ON SALE OF FIXED ASSETS	-	0.81
TOTAL	3,884.01	2,744.68



For YASHO INDUSTRIES PVT. LTD.

Jagdish B. Shah

DIRECTOR

YASHO INDUSTRIES PVT. LTD.

NOTE NO – 20

PERIOD : 1/4/2013 TO 31/3/2014

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS

(A) SIGNIFICANT ACCOUNTING POLICIES :

a) System of Accounting:

The Financial Statements are prepared under the Historical Cost convention and on the accounting principle of going concern basis. The Company follows generally Mercantile System of Accounting except in case of gratuity and leave encashment.

b) Fixed Assets:

Fixed Assets are recorded at the Cost of Acquisition. Cost excludes excise duties to the extent recoverable and Value Added Tax and includes other directly attributable costs incurred to bring the assets to their intended working condition. The amount of interest if any directly attributable to acquisition of the fixed assets stands capitalized.

c) Depreciation:

The Company provided depreciation on fixed assets on Written Down Value method at the rates specified in Schedule XIV of the Companies Act, 1956 for all assets acquired and put to use on or before 31st March, 2003. With effect from 1st April, 2003 depreciation is calculated as per Straight Line Method at the rates specified in Schedule XIV of the Companies Act, 1956 for all assets acquired and put to use on or after 1st April, 2003.

d) Inventories:

Closing Stock is valued at cost & includes all incidental charges. Stock of Raw Materials and Finished Goods are exclusive of excise duty.

e) Purchases & Sales are inclusive of Excise element.

f) Translation of Foreign Currency Items :

Transactions in foreign currency are accounted for at the customs exchange rate for the month. Gains/losses arising out of fluctuations in foreign exchange rates between the transaction date and settlement date are recognized in the Profit & Loss account, except in case of fixed assets, where these are adjusted to the carrying cost of the respective assets.

Monetary items denominated in foreign currency are restated at the exchange rate prevailing at the year end and the overall net gain/loss is adjusted to the Profit & Loss Account.

g) Borrowing Costs

- (i) Borrowing costs on working capital is charged to Profit & Loss Account in the year of incurrence.
- (ii) Borrowing costs that are attributable to the acquisition of tangible fixed assets are capitalized till the substantial completion of the activities necessary to prepare the relevant asset for its intended use.

h) Cash Flow Statement

Cash Flow statement as required by Accounting Standard 3 is annexed.

(B) NOTES ON FINANCIAL STATEMENTS:

- (1) Loans, Debtors, Creditors and Deposits are as per the books and are subject to confirmation.
- (2) Accounts are prepared on going concern basis.



(3) Taxation :

- (i) Provision for current tax is made and retained in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income-tax Act, 1961.
- (ii) Deferred Tax As On 31/03/2014

PARTICULARS	DTA	DTL
Depreciation & Fixed Assets	-	7,72,84,330
Bonus	14,27,640	-
Current Year Loss Carried Fwd	2,89,95,658	-
B/F Depreciation loss	1,49,36,101	-
TOTAL	<u>4,53,59,398</u>	<u>7,72,84,330</u>

DEFERRED TAX LIABILITY AS ON
31/3/14

3,19,24,932

- (4) Major Stock records / Excise records are maintained at works i.e. at Vapi Factory. Stock Tally is given in Annexure attached to Financial statements as per Schedule - VI and are compiled and certified by the Directors. Closing Stock valuation is done by management which is relied upon by the Auditors.
- (5) Additional information pursuant to provisions of paragraphs 2A,2B,3, 4C and 4D of part II of schedule VI to the Companies Act 1956.

(a) TURNOVER :

1. Details of Manufactured Goods/Sales/Stocks

Class of Goods	Opening Stock		Purchase		Sales		Closing Stock	
	Oty (in Kgs)	Value (in `)	Oty (in Kgs)	Value (in `)	Oty (in Kgs)	Value (in `)	Oty (in Kgs)	Value (in `)
Chemicals & Chemicals Products	366036 (262304)	130856346 (83806131)	3436850 (2968097)	1178085866 (1042695468)	3490125 (2864364)	1662730945 (121256227)	312762 (366036)	152485030 (130856346)
Total	366036	130856346	3436850	1178085866	3490125	1662730945	312762	152485030

Figures in brackets are for previous years.

2. Details of Raw Materials Consumed:

	2013-14 Qty in Kg	2013-14 Value (in Rs)	2012-13 Qty in Kg	2012-13 Value (in Rs)
Hydroquinone	698190	241136751	491750	185467386
Other Raw Materials*	5711018	911976752	2794709	766752950
TOTAL	6409208	1153113503	3286459	952220336

(*None of these items individually exceed 10% of the Total Value of Raw Materials Consumed)



(b) Payment to Directors :

Mr. Nilesh V. Jhaveri	Remuneration	52,00,000/-
Mr. Parag V. Jhaveri	Remuneration	52,00,000/-
Mr. Yayesh V. Jhaveri	Remuneration	52,00,000/-
Mr. Vinod H. Jhaveri	Remuneration	39,00,000/-

(c) Expenditure in foreign currency :	Current Year	Previous Year
C.I.F. value of Goods imported	96,66,51,535	71,47,73,618
Foreign Travel	10,09,472	11,59,737
Commission	47,53,524	37,01,813
Certificate Expenses	8,43,672	1,94,820
Membership & Subscription	Nil	79,357

(d) Earning in foreign exchange:

FOB value of goods Exported	97,26,68,157	67,63,63,160
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(6) Information on leases as per Accounting Standard 19 on "Accounting for Leases"

Operating Lease Expense :-

Rental expenses for operating leases recognised in Profit & Loss A/c.

For the year is Rs. 30,06,992

Total future minimum lease payments under non-cancelable operating leases :-

Less than one year Rs. 18,96,000

One year to less than Three years Rs. 6,29,000

Three years to less than Five years Rs. NIL

Rs. 55,31,992

(7) Segment Reporting as per Accounting Standard 17:

The Company operates in single Business segment of "Chemicals". Therefore the Company is of the opinion that the disclosure requirements of Accounting Standard AS – 17 issued by the ICAI is not applicable to the Company.

(8) RELATED PARTY TRANSACTIONS :

Disclosures as required by Accounting Standard 18 – "Related Party Disclosures" are

1] LIST OF RELATED PARTIES :

a) Key Management Personnel :

Mr. Nilesh V. Jhaveri	Director
Mr. Parag V. Jhaveri	Managing Director
Mr. Yayesh V. Jhaveri	Director
Mr. Vinod H. Jhaveri	Director



b) Relatives :	
Mr. Vinod H. Jhaveri (HUF)	HUF of Mr. Vinod H. Jhaveri
Mrs. Niranjana V. Jhaveri	Mother of the Directors
Mr Nilesh Jhaveri (HUF)	HUF of Mr. Nilesh Jhaveri
Mrs. Jigna N. Jhaveri	Wife of Mr. Nilesh Jhaveri
Mr Parag Jhaveri (HUF)	HUF of Mr. Parag Jhaveri
Mrs. Neha P. Jhaveri	Wife of Mr. Parag Jhaveri
Yayesh Jhaveri (HUF)	HUF of Mr. Yayesh Jhaveri
Mrs Payal Y. Jhaveri	Wife of Mr. Yayesh Jhaveri

2] TRANSACTIONS WITH RELATED PARTIES :

NATURE OF TRANSACTIONS	KEY MANAGEMENT PERSONNEL	RELATIVES OF KMP	TOTAL
Expenses:			
Managerial Remuneration	1,95,00,000	NIL	1,95,00,000
Rent	NIL	1,20,000	1,20,000
Interest on Loans	1,49,36,508	Nil	1,49,36,508
Amount Outstanding on 31/3/2014			
Loans taken	26,39,50,732	16,13,383	26,55,64,115

(9) Payments to Auditor:

a) As Auditor	112,360
b) Taxation matters	168,540
c) Other services for certifying statements	112,360

	<u>393,260</u>

(10) The company does not owe any amount outstanding for more than 30 days as at the Balance Sheet date to any small scale industrial undertaking.

(11) Earning per Share :
In view of net loss, Earnings Per Share is not computed.

(12) Comparative figures for previous financial years have been re-grouped and re-classified wherever necessary to confirm to this year's classification.

(13) Contingent Liabilities :-
Bill discounted with Saraswat Co-op bank Ltd – Rs 5,84,03,263/- (USD 5,25,660 & EURO 3,01,318)

(14) The Company is in the process of identifying the small-scale and Micro, Small and Medium Enterprises and hence :

(a) Interest, if any, payable as per Interest on Delayed Payment to Small Scale and Ancillary Industrial undertakings Ordinance, 1993 and the Micro, Small and Medium Enterprises Development Act, 2006 is not ascertainable, and


(b) Amount payable to small-scale units is not ascertainable.

(15) The company has not fully received the insurance amount for goods destroyed by fire. Company has preferred an appeal by way of arbitration preceding against the insurance company. Awaiting decision on the said matter, we have not expensed the said short receipt as loss by fire in the current year.

AS PER OUR REPORT OF EVEN DATE

For Jagdish B. Shah & Associates
Chartered Accountants

FOR AND ON BEHALF OF BOARD OF DIRECTORS


Jagdish B. Shah
Partner
Membership No. 6415
Firm Regn. No. 109648S



 
(DIRECTORS)

PLACE : MUMBAI
DATE : 12/07/2014